



State of Utah

Department of Natural Resources

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA
Division Director

JON M. HUNTSMAN, JR.
Governor

GARY R. HERBERT
Lieutenant Governor

November 8, 2006

Kerry Holt
Kerry Holt Hay Cubes, Inc.
P.O. Box 249
Enterprise, Utah 84725

Subject: Notice of Permit Release, Kerry Holt Hay Cubes, Inc., Quartz Hill Project,
S/021/036, Iron County, Utah

Dear Mr. Holt:

Kerry Holt Hay Cubes, Inc. has reclaimed the disturbed area in accordance with the Act and implementing rules as identified in the Notice of Intent, as amended.

All duties have been performed and all reclamation requirements applicable to the mine as required have been met. Therefore, on November 3, 2006, the Division has authorized release of reclamation surety per the following detail:

- Amount: \$17,000.00
- Form: Cash in the form of certificate of deposit

Please contact Mr. Bart Merrill, Zions Bank to ensure unconditional control of the CD has been returned to the Owner, Kerry Holt Hay Cubes, Inc. All original surety documents associated with this permit are enclosed for your files.

If you wish to conduct any future mining related activity in this area, please contact the Division for information on submitting a new notice and surety for approval prior to creating any disturbance.

If you have any questions or concerns, please contact me at (801) 538-5258 or Reclamation Specialist, Doug Jensen at (801) 538-5382. Thank you for your time and consideration in completing the required reclamation on this project.

Sincerely,

Susan M. White
Mine Program Coordinator
Minerals Regulatory Program

SMW:BE:pb

Enc: reclamation contract original, certificate of deposit letter agreement copy

Cc: Beth Ericksen, OGM

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